



January 14, 2015

Item No. 3

**APPROVAL OF RATIFICATION OF AN EMERGENCY CONTRACT
MODIFICATION FOR CONTRACT 11120 MADISON CONSTRUCTION COMPANY FOR
LIFE AND SAFETY AND PLUMBING RISER REPLACEMENT AT LIDIA PUCINSKA APARTMENTS**

To the Honorable Board of Commissioners:

RECOMMENDATION

It is recommended that the Board of Commissioners approve the attached Resolution to approve ratification of an emergency contract modification for Madison Construction Company for Life and Safety and Plumbing Riser Replacement at Lidia Pucinska Apartments.

General Contractor	Project	Contract	Original Contract Value	Current Contract Value	Contract Modifications (to be Approved January Board)	% of Original Contract - This Change Order	Cumulative Change Order Total	All Change Orders as a Cumulative % of Original Contract	Cumulative Amount Over \$100,000?	Revised Contract Amount
Madison Construction	Life Safety & Plumbing Riser Replacement @ Lidia Pucinska Apts.	11120	\$11,418,000.00	\$14,961,433.31	\$30,826.77	0.27%	\$3,574,260.08	31.30%	Yes	\$14,992,260.08
Change Order Total							\$30,826.77			

The Deputy Chief of the Capital Construction Department, the Office of the General Counsel and the Department of Procurement and Contracts have completed all necessary due diligence to support the submission of this initiative and recommend the approval of this item accordingly.

CORPORATE MISSION

Ensure that CHA's housing portfolio is safe, decent and sustainable.

FUNDING

General Fund

GENERAL BACKGROUND /EXPLANATION

The Significant Actions Policy states, in part: "Board approval must be obtained prior to CHA incurring liabilities in excess of \$100,000. Modernization activities, change orders, or cumulative change orders in excess of 5% of the contract amount or \$100,000, whichever is greater, must receive Board approval."

The contract modification associated with the above contract is required to address the following issue:

GENERAL CONTRACTOR	CONTRACT NO.	MODIFICATION	AMOUNT	REASON FOR MODIFICATION
Madison Construction	11270	Life Safety Emergency PCO: The Contractor will test and replace the existing non-functioning exterior fire alarm system. The Contractor will provide new Fireman's phone cable at the staircases in each building.	\$ 30,826.77	Owner Directed
Cumulative Total for Contract 11270			\$30,826.77	

The work for this change order was an emergency and an Authorization To Proceed was issued by the Department of Procurement and Contracts on November 13, 2014. The work in this change order was completed on December 2, 2014.

The Capital Construction Department has verified that the amount to perform the work by the contractor was within an acceptable range of the CHA's Independent Cost Estimate.

The Board action recommended in this item complies in all material respects with all applicable Chicago Housing Authority Board policies and all applicable federal (HUD) procurement laws.

The Interim Director and Deputy Chief of the Capital Construction Department concur with the recommendation to approve the attached Resolution to approve ratification of a \$30,826.77 contract modification for Madison Construction Company for Life and Safety and Plumbing Riser Replacement at Lidia Pucinska Apartments.

The CEO/President also recommends the approval of this contract ratification.

RESOLUTION NO. 2015-CHA-3

WHEREAS, the Board of Commissioners has reviewed the Board Letter dated January 14, 2015 entitled "APPROVAL OF RATIFICATION OF AN EMERGENCY CONTRACT MODIFICATION FOR CONTRACT 11120 MADISON CONSTRUCTION COMPANY FOR LIFE AND SAFETY AND PLUMBING RISER REPLACEMENT AT LIDIA PUCINSKA APARTMENTS";

THEREFORE, BE IT RESOLVED BY THE CHICAGO HOUSING AUTHORITY

THAT the Board of Commissioners hereby approves the attached Resolution to approve ratification of an emergency contract modification for Madison Construction for the following contract:

General Contractor	Project	Contract	Original Contract Value	Current Contract Value	Contract Modifications (to be Approved January Board)	% of Original Contract - This Change Order	Cumulative Change Order Total	All Change Orders as a Cumulative % of Original Contract	Cumulative Amount Over \$100,000?	Revised Contract Amount
Madison Construction	Life Safety & Plumbing Riser Replacement @ Lidia Pucinska Apts.	11270	\$11,418,000.00	\$14,961,433.31	\$30,826.77	0.27%	\$3,574,260.08	31.30%	Yes	\$14,992,260.08
Change Order Total							\$30,826.77			

This item is subject to the Contractor's compliance with the CHA's MBE/WBE/DBE, Section 3 and insurance requirements.

